

**Economic Development Appropriations Subcommittee**  
**February 12, 2009**

While the overall responsibilities of the Department would not change, we would have to make adjustments/cuts on all operational levels. The detail of these follows below.

	<b>Net FY2009 After 1.5% ATB</b>	<b>Gov Rec FY2010</b>	<b>Difference Gov Rec/Net 09</b>
<b>Administrative Services Division</b>	2,232,465	2,044,671	
<b>Cuts:</b> *Continuation of allocation for Deputy Director to CDBG			
Disaster Assistance program			37,898
*Non-Contract/Exempt Pay Freeze			27,643
*Staff Reductions (2)			122,253
		<b>Total</b>	<b>187,794</b>
<b>Business Development Division</b>	6,649,668	6,090,227	
<b>Cuts:</b> *Restructure services in foreign offices			165,000
*Cancel a number of international/domestic memberships (UMBRA, Missouri River, etc.)			41,000
*Non-Contract/Exempt Pay Freeze			56,456
*Staff Reductions (3-4)			240,479
		<b>Sub Total</b>	<b>502,935</b>
<b>Innovation &amp; Commercialization Division</b>			
<b>Cuts:</b> *Staff Reduction (1)			56,506
		<b>Total</b>	<b>559,441</b>
<b>Community Development Division</b>	6,506,268	5,958,379	
<b>Cuts:</b> *Tourism advertising would be impacted by reducing the frequency of ads in both the Illinois and Minnesota television markets			339,691
*Allocation of division administrator from state funds to CDBG Disaster funding (50%)			62,255
*Allocation of city development board staff from state to CDBG Disaster funding (50%)			49,119
*Allocation of mainstreet staff to CDBG disaster funding (providing services and tech asst to impacted communities. 7 staff at average of 5% each)			62,227
*Non-Contract/Exempt pay freeze			34,597
		<b>Total</b>	<b>547,889</b>

**Other Questions:**

The IDED's authorized FTE levels have not fluctuated much since FY2001. Our authorization in FY01 was 158.75 and the departments current FTE cap is 157.25. We will be happy to provide you with an individual listing by employee but this will take some time to complete.

The Governor has invoked executive privilege regarding the suggested cuts proposed by IDED in November & December 2008. IDED respects the Governor's decision regarding this specific communication and intends to abide by it. We will be happy to answer any other questions regarding the administration of the department, or provide any other information you might require in order to assist you in the decision making process.

The IDED does not currently have any assets that could be sold or leased. We cannot think of any departmental functions that could be privatized or outsourced at this time.

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	Net FY2009 After 1.5% ATB	Gov Rec FY2010	Difference Gov Rec/Net 09
<b>Other General Fund Accounts:</b>			
World Food Prize	1,000,000	920,975	(79,025)
Mainstreet Challenge Grants	197,000	184,195	(12,805)
Tourism Marketing (AGR's)	1,083,500	1,013,072	(70,428)
Iowa's Promise (Mentoring)	0	125,000	125,000
Center for Citizen Diplomacy	147,750	0	(147,750)
<b>Rebuild Iowa Infrastructure Fund:</b>			
Innovation & Commercialization	900,000	0	(900,000)
WFTEDF (Community Colleges)	2,000,000	0	(2,000,000)
Regional Sports Authorities	500,000	0	(500,000)
Iowa Values Fund **	50,000,000	47,500,000	(2,500,000)
Multi-Cultural Center	100,000	0	(100,000)
RECAT ***	10,000,000	0	(10,000,000)
ACE Infrastructure (Community Colleges)	900,000	900,000	0
CATD	12,000,000	10,000,000	(2,000,000)
<b>Healthy Iowans Tobacco Trust Fund:</b>			
Iowa's Promise (Mentoring)	125,000	0	(125,000)
<b>Restore Environment First Fund:</b>			
Brownfield Redevelopment	500,000	500,000	0
<b>Restricted Capitals (RC2):</b>			
ACE Infrastructure	4,600,000	0	(4,600,000)
<b>Other Funds:</b>			
Workforce Development Fund (WH)	4,000,000	4,000,000	0
RECAT (FES Interest) ***	2,000,000	0	(2,000,000)
Endow Iowa Admin	70,000	70,000	0
Microenterprise Development	475,000	0	(475,000)
Sustainable Communities	500,000	0	(500,000)
COG Assistance	160,000	0	(160,000)

\*\* - 10.0M of FY09 appropriation transferred to Jumpstart Iowa Business

\*\*\* - FY09 appropriation transferred to Jumpstart Iowa Housing